

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



中国通号

中國鐵路通信信號股份有限公司

China Railway Signal & Communication Corporation Limited*

(A joint stock limited liability company incorporated in the People's Republic of China)

(Stock Code: 3969)

INCREASE IN A SHARE SHAREHOLDING IN THE COMPANY BY THE CONTROLLING SHAREHOLDER

This announcement is made by China Railway Signal & Communication Corporation Limited* (中國鐵路通信信號股份有限公司) (the “**Company**”) on a voluntary basis.

Reference is made to the announcement of the Company dated 18 October 2023 in relation to an increase in A share shareholding in the Company by China Railway Signal and Communication (Group) Corporation Limited (“**CRSC Group**”), the controlling shareholder of the Company. On 17 January 2024, the Company received a notification from CRSC Group in relation to the further increase in A share shareholding in the Company. The details are as follows:

I. BASIC INFORMATION ON THE ENTITY OF THE SHAREHOLDING INCREASE

CRSC Group, the entity of the shareholding increase, is the controlling shareholder of the Company. Prior to the implementation of the shareholding increase plan, CRSC Group directly held 6,638,728,424 shares of the Company, which consist of 6,604,426,424 A shares and 34,302,000 H shares, representing approximately 62.69% of the total number of shares in issue of the Company.

On 18 October 2023, CRSC Group acquired 2,000,000 A shares of the Company, representing approximately 0.02% of the total number of shares in issue of the Company, through centralized bidding on the Shanghai Stock Exchange (the “**SSE**”) trading system by its self-owned funds of approximately RMB9,782,800.

II. INFORMATION ON THE SHAREHOLDING INCREASE

During the period from 19 October 2023 to 17 January 2024, CRSC Group acquired 3,659,000 A shares of the Company, representing approximately 0.03% of the total number of shares in issue of the Company, through centralized bidding on the SSE trading system by its self-owned funds of approximately RMB15,680,000.

Since the implementation of the shareholding increase plan and as of the date of this announcement, CRSC Group has acquired 5,659,000 A shares of the Company, representing approximately 0.05% of the total number of shares in issue of the Company, through centralized bidding on the SSE trading system by its self-owned funds of approximately RMB25,460,000. The implementation of the shareholding increase plan has not yet been completed.

III. MAIN CONTENT OF THE SHAREHOLDING INCREASE PLAN

(I) Purpose of the Shareholding Increase

Based on the recognition of the Company's corporate value and the confidence in the Company's sustainable and stable development in the future, CRSC Group decided to implement the shareholding increase plan.

(II) Number or Amount for the Shares to be Acquired

CRSC Group intends to continue to acquire the A shares of the Company through the means permitted by the SSE within six months from the implementation date of the shareholding increase plan (i.e. 18 October 2023), with an aggregate amount for the shares acquired and to be acquired not less than RMB50 million and not more than RMB100 million.

(III) Prices for the Shares to be Acquired

There is no price range for the acquisition of shares under the shareholding increase plan. CRSC Group will acquire the Company's shares in due course taking into account the fluctuations in the Company's share prices and the overall trends of the capital markets.

(IV) Implementation Period of the Shareholding Increase Plan

Taking into account factors such as market fluctuations, window periods and funding arrangements, in order to ensure the smooth implementation of the shareholding increase plan, the implementation period of the shareholding increase plan is within six months from 18 October 2023. During the implementation period of the shareholding increase plan, if the trading of the Company's shares is suspended for more than 10 consecutive trading days due to the planning of major events, the implementation of the shareholding increase plan shall be postponed and disclosed in a timely manner after the resumption of trading of the shares.

(V) Funding Arrangement for the Shares to be Acquired

The funds for the shares to be acquired are CRSC Group's self-owned funds.

IV. UNCERTAIN RISKS OF THE IMPLEMENTATION OF THE SHAREHOLDING INCREASE PLAN

There is a risk that the shareholding increase plan may not be implemented due to changes in securities market conditions or policy factors. The Company will fulfil its obligation of information disclosure in a timely manner if relevant risks arise during the implementation of the shareholding increase plan.

V. OTHER RELEVANT INFORMATION

- (I) The Company will continuously monitor the implementation of the shareholding increase plan and fulfil its obligation of information disclosure in a timely manner in accordance with the Securities Law of the People's Republic of China, the Administrative Measures for the Acquisition of Listed Companies, the Rules Governing the Listing of Stocks on the STAR Market of the Shanghai Stock Exchange and other relevant regulations.
- (II) CRSC Group undertakes not to reduce its holdings of A shares of the Company during the implementation period of the shareholding increase plan and the statutory period.

(III) The implementation of the shareholding increase plan by CRSC Group will not result in changes in the controlling shareholders and actual controllers of the Company.

By order of the Board
China Railway Signal & Communication Corporation Limited*
LOU Qiliang
Executive Director and President

Beijing, the PRC
17 January 2024

As at the date of this announcement, the executive directors of the Company are Mr. ZHOU Zhiliang, Mr. LOU Qiliang and Mr. ZHANG Quan, the non-executive director of the Company is Mr. GUO Yonghong and the independent non-executive directors of the Company are Mr. YAO Guiqing, Mr. YAO Cho Fai Andrew and Mr. FU Junyuan.

* *For identification purpose only*